

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**CORRECTED  
FISCAL NOTE**

**SB 317 - HB 1416**

March 27, 2023

**SUMMARY OF BILL:** Extends the benefits and opportunities provided to children of active duty members of the uniformed services in the Interstate Compact on Educational Opportunity for Military Children (Interstate Compact) to school-aged children in the household of a member of any reserve component of the armed forces of the United States, including members of the Tennessee army and air national guard, who are enrolled in any of the grades kindergarten through twelve.

**FISCAL IMPACT:**

Based on additional information regarding the current Interstate Compact on Educational Opportunity for Military Children, the fiscal impact, issued on March 14, 2023, was determined to be in error. The updated fiscal impact is as follows:

**(CORRECTED)**

**NOT SIGNIFICANT**

Assumptions:

- Pursuant to Tenn. Code Ann. § 49-12-301, the Interstate Compact removes barriers to educational success imposed on children of military families because of frequent moves and deployment of their parents by addressing certain disadvantages that may affect enrollment, student placement, attendance, educational records, timely graduation, and other challenges related to school transfers.
- The Interstate Compact dues formula is based on \$1.15 per child of military families eligible for transfer and requires the calculation to be based upon the state in which each military family resides. It establishes that no state dues assessment shall exceed the sum of \$69,000 per year or be less than \$2,300.
- In FY21-22, the state paid dues for the Interstate Compact in the amount of \$13,469.
- According to the State Board of Education, the proposed legislation will not result in additional children receiving services under the compact; therefore, there will not be additional dues paid by the state.
- The proposed legislation will extend the same benefits, just not through the Interstate Compact. It is assumed the services provided for under these benefits will be accommodated by the local education agencies (LEAs).

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- It is unknown how many additional children will utilize these benefits; however, LEAs will incur an increase in expenditures to provide similar services to the expanded population. Due to multiple unknown factors, the estimated increase in local government expenditures is unknown but it assumed to be not significant to each individual LEA.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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